quintal in addition to the minimum Support Price of Rs. 455'- per quintal for the wheat offered for safe to the Central Pool during 1998-99 Rabi Marketing Season. The amount of bonus is payable from 1.4.1998 to 10.6.1998.

(c) No such decision has yet been taken by the Government.

(d) There is no such proposal at present.

**Financial Assistance to Tamil Nadu for Setting up Consumer Courts**

1079. SHRI S. MUTHU MANI: Will the Minister of FOOD AND CONSUMER AFFAIRS be pleased to state:

(a) the total amount sanctioned to the State Government of Tamil Nadu during the last two financial years in the form of financial assistance to set up and strengthen the infrastructure of Consumer Courts;

(b) whether Government have received any request from the State Government of Tamil Nadu to consider the reallocation of financial assistance for strengthening the infrastructure of Consumer Courts; and

(c) what is the total number of Consumer Courts set-up by the State Government of Tamil Nadu during the last two financial years?

THE MINISTER OF STATE IN THE MINISTRY OF CIVIL SUPPLIES (SHRI SATYAPAL SINGH YADAV): (a) A total financial assistance of Rs. 2.70 crores has been sanctioned and released to the State Government of Tamil Nadu during the financil year 1995-96 and 1996-97 for strengthening the infrastructure of the Consumer Courts in that State.

(b) No, Sir.

(c) As per the information made available by the State Government of Tamil Nadu, there are 24 District Fora in the State of Tamil Nadu. No additional District Fora have been established during the last two financial years.

**Condition of Sugar Industry in the Country**

1080. DR. B.B. DUTTA: Will the Minister of FOOD AND CONSUMER AFFAIRS be pleased to state:

(a) whether the sugar industry in the country is not in a good health today;

(b) if so, the details in this regard;

(c) the main reasons for the poor performance by the sugar industry in the country; and

(d) the steps taken by Government to revitalise the sugar industry?

THE MINISTER OF STATE IN THE MINISTRY OF CIVIL SUPPLIES (SHRI SATYAPAL SINGH YADAV): (a) to (c) The existing Sugar industry in the country is* not perceived to be a particularly healthy one from the financial point of view. In view of the low rate of return in this sector, new production capacity is not being created at the required pace. Generally, the public financial institutions are also not favourably considering proposals for financing of new sugar capacity. The major reasons for the poor financial performance of the sugar industry are as under:-

(i) Sugar is subject to statutory levy as also distribution control. For the quantity of sugar acquired by Government against levy, the return to the sugar mills is substantially lower than what would be obtained at open market prices. The distribution control also reduces the opportunity of the sugar mills to adopt an independent marketing strategy.

(ii) Historically, the sugar industry is subject to violent cyclic variations. These variations are principally caused by the increase or decrease of sugarcane availability, linked to the motivation of the farmer to cultivate sugarcane vis-a-vis other competing crops.

(iii) In years of high sugar production, sugar mills have to bear the carrying cost of high sugar stocks.

(d) The Government has taken the following short-term and long-term initiatives in order to improve the financial viability of the sugar industry:

(i) Since 1975, the Government has implemented different incentive schemes for setting up of new sugar capacity. The incentive offered is by way of additional free sale quota tor varying periods, depending on whether the location of the factory is in a high recovery area or a low recovery area.

(ii) Sanction of low interest loans from the Sugar Development Fund as a part of the financial package drawn up in cooperation with pub lic financial institutions for financ ing modernisatioiyexpansion schemes.

(iii) Sanction of low interest bearing' loans from the Sugar Development Fund for promoting the cultivation of highyielding varieties of sugarcane, as also other developmental measures for improved cane production.

(iv) In order to maximise production in the early and late part of the sugar seasons, when production costs are relatively higher, the Government has been offering, from time to time, 'early-crushing' and iate-crushing' incentives.

(v) In order to compensate sugar mills for carrying excesively high stocks in years of high sugar pro-duction, the Government sanctions a 'buffer subsidy' from the Sugar Development Fund covering the carrying cost of such stocks.

The recommendations of the High-Powered Committed on the Sugar Industry, which has recently submitted its Report, will form the basis for other Government initiatives towards restructuring the Sugar Industry to improve its financial viability.

Enhancing the Allocation for TPDS in Gujarat

1081. SHRI AHMED PATEL: Will the Minister of FOOD AND CONSUMER AFFAIRS be pleased to state:

(a) the present monthly quota of rice, wheat and edible oils fixed under Targeted Public Distribution System (TPDS) for Gujarat, item- wise;

(b) whether the allocation is sufficient to cover the entire TPDS of the State;

(c) if not, whether Government of Gujarat have requested to enhance the allocation, particularly of rice and wheat for TPDS; and

(d) if so, the details thereof and action Government have taken to raise the allocation as demanded by the State?

THE MINISTER OF STATE IN THE MINISTRY OF CIVIL SUPPLIES (SHRI SATYAPAL SINGH YADAV): (a) The present monthly quota of rice and wheat under TPDS for Gujarat is as under:

(Figures in 1000 tonnes)

| RICE | | | W H E A T | | Total |
|---|---|---|---|---|---|
| BPL@ | APL* | Total | BPL@ | APL* | |
| 10.00 | 18.00 | 28.00 | 10.00 | 29.50 | 39.50 |

@ BPL—Below Poverty Line *
APL—Above Poverty Line

Distribution of edible oil has been restricted to the festival months of the year.

(b) Yes, Sir. Central Government is allocating foodgrains to all States/UTs including Gujarat under Targeted Public Distribution System (TPDS) so as to provide 10 KG. of foodgrains per household per month to Below Poverty Line (BPL) families. The Above Poverty Line (APL) quota to States/UTs including Gujarat is the difference between the last 10 years (1986-87 to 1995-96) average lifting of foodgrains by the State and the BPL quota.